State of Utah Division of Oil Gas & Mining Mining/Exploration Summary

Permt # M270007 LARGE MINING OPERATION Name: DRUM MINE Mine Status **Ownership** Location **Permit Status** Approved: Status: APP Status: FOR Surface: BLM UTMX: 326,910 11/28/1983 Recieved: 07/08/1983 Date: 01/07/1999 Mineral: BLM UTMY: 4,377,373 Tent Appr: 10/03/1983 Methods Surf/Under: SURFACE Minerals Mined/Explored: GOLD Methods Used: Bonding **Permit Fees** Date Received **Date Sent** Approved Acres Acres Released **Date Released** 06/26/1998 11 137 **Bond Type** Fee Received Cash Receipt **US TREASURY & SURETY** 0 **Bond Amount: Deliquent Notice** Date Bond Expires: \$ 429,080 08/03/1994 10/02/1998 Comments: 6/6/2000 - Received letter and invoice from Western stating they commenced construction at the Drum on 6/5 - they have had personnel at the site for several weeks doing preliminary work prior to physically starting activities. Invoice enclosed for 1/2 of the mnies to be paid to Western at the commencement of activities. 6/5/00 - Site visit made - as reclamation activities began today. See inspection details for full account. 6/1/00 - DOGM changed the mine operator and contact information from Jumbo Mining Company w/Dave Hartshorn as contact - address PO Box 999, Delta, UT 84624 (435) 864-4697 to Western States Minerals. Jumbo's bond has been forfeited and Western States will be doing the reclamation work - commencing June 5, 2000. Start Date: 06/26/1998 End Date: // **Last Action** Action: 98 FEE Fee \$0 - Receipt # Last Inspection Date 06/05/2000 Inspector **DJ** Time of Inspection: 9:00 a.m. Conditions: **Hot and Windy** Participants: Doug Jensen, DOGM Last Annual Report 1996 Production: , , Acreage: 137.0 Acr Reclaimed: 0.0 Last Agency Action Agency: BLM Agency ID:UTU-063447 Date: // Operator WESTERN STATES MINERALS CORP 930 TaxID Oper Id: Contact: JIM ASHTON / BUZZ GERICK Phone: (775) 856-3339 Address: 250 S ROCK BLVD STE 130 Fax **RENO NV 89502** E-Mail Corporate office: 4975 Van Gordon St. Wheat Ridge, CO 80033 (303) 425-7042 - fax (303) 425-6634 Location Qaatr Qatr Section Township Range Merid Quad Sheet Qtr W10.0 S 07 S15.0